

WASHINGTON, D.C. 20301

May 26, 1982

MEMORANDUM TO THE DEPUTY UNDER SECRETARY FOR POLICY

I find the attached inspection report on ISA disturbing in the extreme. (Attachment previously provided.)

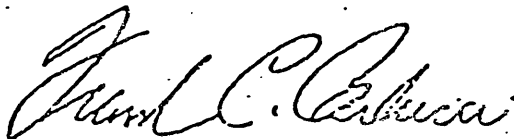
We seem to have created our own CIA, but like Topsy, uncoordinated and uncontrolled.

Unquestionably ISA contains much talent and probably even more dedication. There may also be a need, but that is less clear. But we should have learned the lesson of the 70's on controls over [REDACTED] Accountability is the essence and we have created an organization that is unaccountable.

Action will be taken to terminate all ISA operations within 30 days; or effect transfer thereof to other competent organizations. If it is desired to continue ISA in some form, the following will be submitted for my approval not later than 15 June.

1. A concept plan.
2. A list of requirements.
3. A command structure, indicating to whom it is accountable and how.
4. A list of controls to be established, particularly over [REDACTED]
5. A fiscal management and accountability plan.
6. A program for working with appropriate committees of Congress.
7. A funding plan, fully coordinated with the Comptroller.
8. The concurrence of the DCI and the General Counsel for all of the above.

Classified by DepSecDef
Review on 26 May 1988


Frank C. Carlucci

cc: General Counsel w/o attach
Secretary of the Army w/o attach
Chief of Staff of the Army w/o attach
[REDACTED]

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THE SECRETARY OF DEFENSE

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(signed)
Frank C. Carlucci

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